App.F.IX-4

1924.5 (G.F.)

File No. G.F. 7-24

Previous References
G.F. 289-19-1 to 22(4), 263(4), 281.
GF 7-24-42 & 45(a)
Correspondence relating to payment of interest on Mysore Govt Securities in British India without any Remuneration

Serial Nos. 54, 67, 69, 70, 72, 114, 115, 117, 124, 125, 127, 128, 130 & 131.

Later references.
Later References
G.F. 7-26-39.

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. 14. 44

(P I E)

Part B for Jan Y 1926.

SUBJECT

Forwards Copies of Correspondence with the Controller of Currency, Calcutta, regarding the payment of interest on Mysore State Loans at the British India Treasuries and requests to move the Government of India for the continuance of the existing facilities.

Sheo. 131. To The Comptroller to Govt

No. FC 4016 dated 20th Jan Y 26.

States that the Govt of India have stated that they are not prepared to allow their Sub-Treasuries in British India to perform this work

AP
27/1

General and Revenue Secretariat.

47 File No. 7 of 1924

37979

Serial No. 54

From Comptroller, No 3463 of 12.2.25. Forwards copies of correspondence with the Controller of Currency, Calcutta regarding the payment of interest of our State Loans at the British India Treasuries & requests to move the Govt. of India for the continuance of the existing facilities etc.

(1) Submitted for orders with the previous papers.

16/2

(2) Please put up the previous papers relating to the arrangements made for payment of interest on my Govt. Stock loan bonds in all British Indian treasuries

mad 17/2/25

19 FEB 1925

(3) Printed collection on the subject is put up.

16/2

(4) To Comptr with Comptrs fav. of 9/2 stating if interest is being paid in the Taluk treasuries of the State in British Indian loan bonds

mad 19/2/25

Rs. No: 186. Dy. 12.3.1925 with a Statement

5 Returned with compliments with the information that interest on British Indian Loan bonds is being paid in the Taluk Treasuries of the State.

A

12 MAR 1925

GEN. & REV. SECTT. G. D. SECTION.

NOTE—Contn. Sheet

Serial No.

A copy of the statement obtained from the Pay and Account Officer, Bangalore in respect of amounts of Government of India Promissory Notes enfaced for payment of interest in the State Treasuries is also enclosed.

6 A similar statement called for from treasuries for verification with the above has not yet been received.

T. Satyanarayanacharya

Comptroller.

11/8/25.

Roc 367

3)

(7) Letter No.~~277~~/SL dated 6th March 1925 from the Pay and Accounts Officer, Bangalore, to the Comptroller in Mysore, Bangalore.

=======

Referring to your endorsement No.1254 Books dated 24-2-1925 I have the honor to furnish in the margin the amounts of Government of India Pro-notes enfaced for payment of Interest in the State Treasuries as available in this office,

	Value of G.P.Notes
Mysore District	
Mysore District Treasury	82,100
	60,500
Chamarajanagar ...	2,300
Krishnarajpet ...	100
Yedatore ...	500
Gundlupet ...	3,600
Malvalli ...	1,400
Nanjangud ...	100
Srirangapatam ...	100
Mysore Taluk Treasury	100
Kolar District	
Kolar District Treasury	1,000
Chintamani ...	1,650
Bagepalli ...	500
Chickballapur ...	400
Bowringpet ...	2,500
Shimoga District	
Shimoga District Treasury	5,000
Hassan District	
Hassan District Treasury	4,500
Manjarabad	300
Arsikere	600
Kadur District	
Kadur District Treasury	2,500
Mudigere	1,000
Koppa	200
Tumkur District	
Tumkur District Treasury	11,500
Maddagiri	400
Sira ...	100
Gubbi ...	13,300
Chittaldrug District	
Hosadurga	100
Holalkere	800
Doddaballapur	100

" Copy "

Superintendent,
~~Records~~ Section
State Loan
Comptroller's Offic

General and Revenue Secretariat.

File No. (5) 2960 of 1924

Serial No.

(7) Please put up draft letter to the Residency setting forth the facts. Contrast Campbell's letter of 3.12.24 and his letter of 12.2.25 now under disposal and requesting Government's views in the matter of the fact that arrangements exist in many foreign Embassies and Govts of drawing promissory notes in all Taluka treasuries of the State. This Case should be heard as immediate

13/3/25

(8) Draft submitted for approval.

(9) read 17.3.25

16/3 (Illegible) to draft may be approved

18/3/25

11 approved

20/3

(12) Done

20/3/25

Ord. -

(6) To Secretary to the Resident, No. Pol 808 of 24.3.25 - Requests that the Govt. of India may be moved to authorize the Controller of Currency not to take action as proposed by them etc

NOTE—Contn. Sheet

18 MAR 1925
Reg. No. 6900

From Comptroller, No: 3912 of 25/3/25 (69) Serial No.

States that a reference has been received from Dhakaland that the interest of has been refused in a Sub-Treasury & requests that the Controller of Currency may be asked to continue the present system of payment at Sub Treasuries pending final orders of Govt. of India.

From Secretary to the Resident, (70)
No 2707 of 28.3.25.
With reference to Dl. 67, invites reference to his letter of 20.3.25 & requests to state the circumstances under which a departure from the procedure sanctioned in 1915 arose.

D H Secretary's orders: "Please put up reference. Reference to Comptroller necessary."
Submitted with references.

28/3

14) As regards the threatened discontinuance of the disbursement of interest on our securities at British Indian Taluk Treasuries, the Residency was recently addressed. In its letter of date, the Residency enquires how the practice of payment of interest at British Indian Taluk Treasuries has come into existence at all when the arrangement made in 1915 did not

NOTE—Contn. Sheet

Serial No.

not provide for it. The present system is not based upon the practice adopted in 1915. When we floated our 6½ per cent. loan, we distinctly told the Government of India that the arrangements for payment of interest on the securities of this loan in British India should be the same as those which we permit in respect of payment of interest on the securities of the Government of India held in Mysore and this was agreed to by them. It is proposed to reply to the present communication from the Residency accordingly in the draft put up.

DEWAN'S OFFICE. RECD. ON 28. MAR. 1925 No. 1230

DEWAN'S OFFICE. RECD. ON 30 MAR. 1925 No. 263

D E W A N.)

NOTE—Contn. Sheet

To the Secretary to the Resident
No: Pol 831 Dated 31.3.25.
Requests that the Controller of Currency may be authorised not to discontinue the practice of payment of interest on mysore loan bonds made at Sub-treasuries in British India.

Serial No. 72

From the Secretary to the Resident.
No 4864 Dated 11th June 1925.
with reference to the above states that the Govt of India are unable to accede to the request of the Govt of Mysore.

18) The Residency letter states that the Govt of India have no promissory notes enfaced for payment of interest in Sub treasuries in the Mysore State. Mind attention is invited to the N.O note of the Comptroller in para 7 of the notes at page 3. It is seen therefrom that interest payments are being made at the Salut treasuries to the extent of 90 850 as detailed below.

The Salutro in Mysore Dt		8.900
do	Gunturu	13.800
do	Kolar	5050
do	Hassan	900
do	Madras	1200
do	Chittaloor	1000
		90.850

NOTE—Contn. Sheet

Subject to audit 12/6

C 2358 (9)

General and Revenue Secretariat.

File No. 7 of 19 24

Serial No. (9)

With reference to paras 3 of the Residency letter, it seems necessary to ascertain from the Comptr on what authority the existing arrangement of paying interest on Govt of India Securities in sub treasuries is based

mads 12/6/25

(10) The above is one point to be considered. The others are the following:

(1) What is the face value of Govt Securities on which sub treasuries pay interest? What is the similar value of Securities on which Govt sub treasuries were hitherto paying interest?

(2) What was the exact condition in regard to payment of interest in British India, included in the loan notifications? Strictly, does not the Treasury in British India mean only the District Head Qr Treasury, the Sub treasuries being unrecognised for this purpose?

(3) Has the system of paying interest on Govt Securities by Sub treasuries in British India been completely abandoned?

(4) Were such interest on Govt securities ever paid by sub treasuries in 1920 & after? Can we not urge this point, in view of

NOTE—Contn. Sheet

Serial No.

COMPTR 24 JUN 1925 BANGALORE

U.O. No.232/SL dated 29th July 1925.

Returned with compliments.

(1) The authority on which the existing arrangement of paying interest on Government of India Promissory Notes in our Taluk Treasuries is based is not forthcoming. When the same question was raised in December 1913 by the Officer in charge of the Hon'ble the Resident's Treasury we replied "that the arrangements are those recognised by the Civil Account Code (Vide Notes 199 & 200 on page 849 of Volume II) corresponding to Nos.257 and 258 Appendix 7 to the New Audit Code) and are in force from the period when the State was being administered by British Officers and that this office is not able to trace the specific authority which initiated the procedure". Interest is being paid even now at Taluk Treasuries. I have quite recently authorised receipt of bonds for the New Conversion Loan in these Treasuries.

Serial No.

2. The face value of Government of India Promissory Notes on which interest is paid in our Sub Treasuries is stated to be about Rs 30,150/- by the Pay and Account Officer. But from the information received from the Treasury Officers it amounts to Rs 64,300/- excluding the Districts of Kolar and Tumkur from which information is still due and to whom reminders have been issued. The Assistant Comptroller, Local Audit Department, states in his inspection of the Tumkur District Treasuries that he found that the file of Payment Orders issued on Sub Treasuries was not up to date and contained some which had to be weeded out. Hence the figure given above may not be quite correct.

The value of Promissory Notes (State Loan) on which interest is arranged to be paid at Sub Treasuries in British India roughly amounts to Rs 22 lakhs.

3. In the Loan Notification we have stated that payment of interest will be arranged at any Treasury in Mysore or in British India. We have not specifically stated that interest will be paid at Sub Treasuries in India. By Treasury is usually understood a District Treasury unless otherwise stated.

4. The System of Payment of interest on Government of India Securities by Sub Treasuries in British India is in force. The Government of India Securities Manual provides for payment in the

Serial No.

the District and in Sub Treasuries. This was in the experimental stage in 1914-1915 when the Residency letter No.Debt 310-99-14 dated 12th March 1915 communicating the sanction of Government of India for payment of interest on our loan in their treasuries was received.

5. Interest on the Government of India Loans were and are being paid in our Taluk Treasuries. Interest on our loans were also being paid at their Sub Treasuries for four years and it is only now that objection has been taken.

We may perhaps urge that payment in India at their Sub Treasuries would be a great convenience to British Indian subjects who have been enjoying this privilege all these years.

Comptroller.

CV

24171 dt 29.7.25

31/7/25

DEWAN'S OFFICE
Rec'd 6 AUG. 1925
Reg. No. 1138

22) Draft reply to Resy's letter.
The attitude of the Govt of India is not reasonable and is not also based on correct facts. The withdrawal of this convenience will tend to make our bonds unpopular in British India and it is therefore necessary to arrange for its continuance.

6.8.25

23) Issue and send to Comptr

11-8-25

Dewan

718

General and Revenue Secretariat.

92 File No. 7 of 19 24

Serial No.

115 To the Secretary to the Resident; No. Pol 129 d 12.8.25.

Requesting him to continue the present procedure of payment of interest at the Sub-treasuries & also to issue instructions to the Controller of Currency to withdraw his circular issued on the matter.

X 886 d 12.8.25 Copy for Comptroller

117 From Comptroller, No 369 d 13.8.25. Forwards for information copy of letter d 6.8.25 from the Controller of Currency to all Accts Generals stating instructions to stop payments of interest on Mysore State Bonds at the Sub-treasuries from 1.4.26.

24) Submitted for information. Whether in view of new Govt letter of 12.8.25 to the Residency any further action has to be taken on this Communication is for orders.

(Sd) [illegible]

19/25

25) I do not understand what the controller of the Currency means by Sub Treasuries in the India Company enclosed in our letter dtd 6.4.26 why not those after? If those Treasuries pay interest on Govt bonds after that date why not ours? What are the bonds referred to at A in his letter? Does he refer Govt bonds and mean that our Sub Treasuries also need not pay interest on Govt bonds after that date? If so, why? We are quite willing to treat Govt bonds on the same way as ours in the State. I write to know if Govt is going to withdraw his communication on a general measure in the India after 6.4.26. The complete story be required from State if they have any information - Note 21 & 25

NOTE—Contn. Sheet

14)

General and Revenue Secretariat — File No. 7 of 19-24

CONTROL 5-L 5 10 AUG 1925 BANGALORE

No

26) To Comptroller with Compliments for favour of furnishing the information mentioned in the Secy's note above

Secy 21/8/25

H.W.C. 26-25

18/8/25

H. & REV. SECTT. 16. AUG. 1925 09176 D. SECTION.

No: 42 26/8/1925

U.O.No.501/SL dated 25th August 1925.

27) Returned with compliments.

The bonds referred to at A of the Controller of the Currency's letter are the Mysore Government bonds on which interest was being paid at Sub Treasuries in British India. The Government of India has not withdrawn the concession of paying interest on their bonds at Sub Treasuries (Vide Government of India Securities Manual para 38).

J. Satyanarayanachetty
Comptroller.

CV

Secy 28 AUG 25/8

Secy 28/8/25

28) Reply from letter dt 12.8.25 may be awaited

Secy 28/8/25

Secy

NOTE—Contn. Sheet

C 72
of 15

Serial No

From The comptroller
No 790 S.L. dated 22nd Septr 1925.

121 In continuation of his letter no 369-S.L. dated 13.8.25 forwards for information and necessary action copy of letter dated 20.9.25 from Dewan Bahadur Krishnan Nair Retd Dewan of Travancore in regard to payment of interest on Mysore S.L. bonds at sub Treasuries - and requests early orders of Govt in the matter.

Refd to
34 Hd Quarters for putting up refers. (24 9/25)

32
Pr. Refers recd from Bangalore today.

33 The Retd Dewan of ~~Mysore~~ Travancore Mr. M. Krishnan Nair has requested the Comptr to arrange for the continuance of the payment of interest on the S.L. bonds at the Sub treasury at Palghat as it would be inconvenient for him to receive payment at the Dt Treasury at Calicut - He also states that he purchased the S.L bonds on the understg that interest on them wd be paid at Palghat Dry.

34 In the notification announcing the issue of 6½% Loan it is stated that interest will be paid at any treasury in Mysore or in British India. -

35 But the Govt of India propose discontinuing the payment in Sub Treasuries from 1.4.26.

V
(Printed correction)

Note—Contn. Sheet

Serial No

36 The matter is still under correspondence with the Residency and their reply to letter No PR 129-D 12-8-25 is still awaited.

Submd for orders

Mysore 30/9/25

37 The comptroller may be requested to state in reply that arrangements are being made with the Govt of India for continuance of the facility of payment at Sub Treasuries; but at the same time the Mysore Govt is not bound to arrange for payment at Sub Treasuries as Treasuries in Br India mean only Dist Treasuries.

38 Which here is an Imperial Bank in (Bangalore) if the party converts the bonds into stock can the interest due may be arranged to be paid by means of Imp. Bank drafts. It is now 1½ months since the letter of 12-8-25. We may perhaps remind Resy

30/9

Put Secy)

39 That we have to give every possible convenience. Mysore

40 This will not help him. He wants payt at Palghat. Mysore

I am sorry. I meant Palghat & Trivandrum has been put in by oversight. Is there no Imp. Bank at Palghat?

The Secretary is connected — There is no branch of the Imp. Bank at Palghat. Mysore

41 The comptr may be asked to inform Mr Krishnan Nair that the matter is under correspondence with the Govt of India as the latter has proposed to discontinue the present practice.

Mysore 2/11/25

42 Dft put up

Note—Contn. Sheet

2/11 4/11

L 1835/4

[App. F. III—2

General and Revenue Secretariat

File No. 7 of 1927

Serial No

To the Comptroller

No. Sl 1892 dated 9.10.25

with regd to Sl 124 - requests him to inform Mr Dhirbhuan Nair that the matter is under correspondence with the Govt of India. as the latter has proposed to discontinue the present practice.

From the Comptroller

No S.L 1314 dated 9.11.25

In continuation of his letter No 869 SL dt 13.8.25 forwards for information & action a copy of letter dt 4/11/25 recd from Mr Prithvi Raj Singh Bareilly Dt in regard to the payment of interest on S L bonds at Sub Treasuries in Bo & and requests early orders in the matter.

Other matter. As pointed out to the Comptroller on a previous occasion The matter is still under correspondence with The Govt of India - and their reply to this office letter No Pol 129 dated 12.8.25 is still awaited - the Comptroller's attention may be drawn to it. A draft reply is prepared accordingly - for approval'

W

Mem 12/11/25) The Resident may be reminded. Draft to Comptr may however issue

12/11

H Secy) Yes 16.11.25

12/11

Issued Reminder Resd 16/11

Note—Contn. Sheet

Serial No

128

To the Comptroller
No 2741 Dated 18.11.25
with reference to 127 state that the question is still under correspondence with the Govt of India and their final reply is awaited.

U/S A draft reminder to Residency is submitted for approval as directed on the previous page

Mstr 18/11/25

28/11

U/S Sir's order

There is time for waiting for a reply This reminder need not issue & we may wait for another month.

SO 2nd meeting.
21.11.25.

51 It is for orders if the Residency may now be reminded

Mstr 28/12/25

Init: Lu:

52 28/12/25

53 The Currency Controller's Cir proposes to discontinue the present practice from 1.4.26 We may therefore wait for a month more for reply to our letter of 12.8.25

Mstr 28.12.25

28.12

Sus
file 28.12.25

504

Sus till 1st Feb 1926

Serial No

From the Secy to the Resident

No. 148 dated 7th January 1926
200-1914

with reference to Special 115 stating for reasons given that Govt of India are not prepared to allow payment of interest on Mysore Govt Securities at Sub-treasuries in Br-India and that the present arrangement shall be stopped from the next financial year.

5/ Subd for orders with the previous paper flag W. 54 The payment of interest at Sub treasuries is really no trouble to the Govt of India as it does not involve much clerical work.
9.1.26 11/1/26

709 H Secy)

§ 2 The Government of India have, after all, refused to permit payment of interest on our bonds at their Sub Treasuries. We pointed out that we were paying interest on their bonds at our Sub Treasuries and that it was undesirable to disturb the existing arrangement which affords much convenience to the public both in Mysore and in British India. The Government of India state that there is no question of reciprocity as we need not pay interest on their bonds at our Sub-treasuries "if the Mysore Government object to the present arrangement".

In

NOTE—Contn. Sheet

Serial No

58 In view of the uncompromising attitude of the Government of India, I do not think there is any use in further corresponding with them on this subject. This is another case which shows what obstacles the Government of India place in our way in borrowing on reasonable terms and in securing ready marketability for our bonds. As, however, matters stand, there is no help and we have to submit to all the inconveniences and even loss caused to us by the present attitude of the Government of India.

57 There are two points wbout which action has to be taken:

(1) Whether we should withdraw the conveniences which the holders of the Govt. of India bonds (now) enjoy ~~now~~ of drawing interest on such bonds from our Sub Treasuries, and,

(2) What reply we should give to holders of our bonds in British India who represent to us the trouble and inconvenience caused to them by not disbursing interest on their bonds from sub Treasuries in British India.

55 I do not think we need withdraw the conveniences which we are now giving to holders of British Indian securities in Mysore. These holders are Mysore people and we need not cause inconvenience to them ~~now~~. The withdrawal is, besides, a retaliatory measure and we need not resort to any such measure now.

56 As regards the ~~x~~ inconvenience caused to the

Serial No

the holders of our securities in British India, ~~x~~ we are not in a position to help them in view of the refractory attitude of the Government of India. We can only tell them that, as the Government of India are not prepared to continue the present practice, it is not possible to ~~dispose~~ disburse interest on the bonds held by them from Sub Treasuries in British India. The Comptroller may be requested to inform accordingly such of the British Indian holders of our bonds as represent him the inconvenience ~~re-~~ ~~ferred~~ to which they are subjected. A draft to the Comptroller is put up.

DEWAN'S OFFICE
RECD. ON 13 JAN. 1926
Reg. No. 5207

DEWAN.)

(21.1.26

To Comptroller
No Dl 4016 d. 20.1.26

Informs him that he may intimate British Indian holders of the Mys. Govt Secs. that it is not possible to comply with their request for payment of interest at Sub Treasuries as the Govt of India will not permit the Arrangement

21/1/26

FINANCIAL SECRETARIAT
14 FEB 1925

4-7-7-24-54

Immedia.

OFFICE OF THE COMPTROLLER TO THE GOVERNMENT
OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

No. 3463 S1 & Two

Bangalore, dated 12th February *1925*

From

T. SATYARAJ CHETTY, Esq., B.A.,
Comptroller to the Government of
His Highness the Maharaja of Mysore,
Bangalore.

2980

To

Rajakaryaprasaktha
L.N.Krishna Rao, Esq., B.A.,
Financial Secretary to the Govt. of Mysore,
Bangalore.

Sir,

Adverting to your letter No.Fl.3523/G.F.7-24-45A of the 23rd December 1924, directing me to address the Controller of the Currency regarding the continuance of the procedure of payment of interest on State Loan Bonds at sub treasuries in British India, I have the honor to forward herewith a copy of this office letter No.3157/S1 dated 19th January 1925 addressed to that officer and of his reply No.Dt.287/226-24 of the 2nd February 1985.

As the Controller of the Currency proposes to stop the present practice, from the next financial year, I request you will kindly arrange with the Government of India to allow the continuance of the existing facilities for reasons set forth in this office letter No. S1.1833 dated 3rd December 1924.

Interest on the 6½% state loan bonds falls due for payment on the 1st April 1925 and it is apprehended that bonds holders may be put to much inconvenience. According to the Notification floating the loan "interest will be paid at any treasury in Mysore or in British India at which payment is desired". I may add that we are paying interest on Government of India Bonds in all our sub-treasuries.

I have the honor to be,
Sir,
Your most obedient servant,

T. Satyaraj Chetty
Comptroller.

MSR 213 13 3/25.

Letter No.Dt.287/226-24 dated the 2nd February 1925 from the Controller of the Currency, The Treasury, Calcutta, to the Comptroller in Mysore, Bangalore.

======

With reference to your letter No.S.L.3157 dated the 19th Jan.25 I have the honour to state that as the Government of India do not appear to have agreed to the payment of interest on Mysore State Loans at their sub treasuries (Vide this office endorsement No.Dt 311/99-14 dated the 12th March 1914 to your address), and as the Mysore Government Loan Notification does not provide for payments from the sub treasuries in British India it is not understood how the State Loan Bonds have been enfaced on British Indian sub-treasuries. In the circumstances, I propose to discontinue the practice with effect from the next financial year and inform the Accountant Generals that interest on these State Bonds which are at present enfaced on sub treasuries in their provinces will only be payable from the head-quarter treasuries of the Districts concerned. Before, however, I issue these instructions, I shall be obliged if you will kindly furnish me at an early date with a list showing the numbers of the bonds and the sub-treasuries on which they at present stand enfaced.

" Copy "

Superintendent, Comptroller's Office,
Records Section.

CV

213
13-2-25

Copy of letter No.3157/SL dated 17-1-25 from the Comptroller of Mysore, Bangalore to the Controller of the Currency, The Treasury, Calcutta.

Adverting to your letter No.Dt.2455/99-21 of the 20th October 24 in the matter of payment of interest on Mysore State Loan bonds in sub treasuries in British India, I have the honour to state that many State Loan bonds stand enfaced for payment of interest at Sub treasuries in British India and interest on them is from the time of the flotation of the loan in 1920, being paid by the Sub treasuries as in the case of Government of India bonds.

As the procedure of payment in sub treasuries is well established and holders of Mysore State Loan bonds residing in all parts of British India have, so far, enjoyed the facilities so kindly afforded by you, the withdrawal of this concession will put the investors to considerable inconvenience and would render the Mysore paper unpopular.

I am therefore desired by the Government of His Highness the Maharaja of Mysore to request you to be so good as to authorise the continuance of the facilities now afforded for payment of interest on the Mysore State Loan Bonds at the Sub treasuries in British India.

"Copy"

Superintendent,
Record Section,
Comptroller's Office.

U.

RB 13 2/23.

Mn Pol 808 2/2

To

The Secretary to the Hon'ble
the Resident in Mysore,
Bangalore.

G 7-24-67

R 24/3/26

Subject.- Payment of interest on Mysore Government Securities at Sub-treasuries in British India.

Sir,

I am directed to forward herewith copies of letter No:287/226-24 dated 2nd February 1925 addressed to the Comptroller of Mysore by the Controller of the Currency and ~~of~~ the Comptroller's reply thereto.

It is not clear ~~to the Government of Mysore~~ why the Controller of the Currency now proposes to depart from the procedure which has obtained since 1920. Interest on the Securities of the Government of India is disbursed at all the treasuries, including the sub-treasuries, of the State and the arrangement which has so far been followed in respect of payment in British India of interest on the Securities of the Government of Mysore is simply a reciprocal one. If interest ~~of~~ on Mysore Government Securities is not paid by sub-treasuries in British India, it will cause considerable inconvenience to holders of such securities there, in the same way as the holders of the Government of India Securities will be put to hardship if they are denied the facility of drawing interest on them from Sub-treasuries in Mysore. It is obviously

obviously undesirable to disturb the existing system either in the State or in British India and I am accordingly to request that the Hon'ble the Resident may be good enough to recommend that the Government of India may be pleased to authorise the Controller of the Currency not to take action on the lines proposed by him. As that officer has stated that he would discontinue the existing system with effect from 1st April next, I am to request the favour of early action on the proposal made in this communication.

I have ect.,

8.3.25

Financial Secretary to Govt.

G.T. SECTION. Br. H 28 MAR 1925 All

G.7 7-24-69

DIARY NO 3962 19 Secn. No. U.O.

39757

U.O.No.3962 S1 dated 27-3-25.

In continuation of this office ~~No. Reference~~ 3815 S1 of the 11th March 1925 in reply to Un-official Note No.186 of 12th March 1925 regarding the payment of interest on State Loan Bonds at sub treasuries in British India I write to state that a reference has been received from a state loan bond holder at Allahabad that on the authority of a circular issued by the Controller of the Currency to all the Accountants General payment of interest which was all along being made at a sub treasury was refused. I have therefore not been able to comply with the requisitions of several holders who have been tendering bonds for arranging for payment of interest as usual at sub treasuries in British India.

Interest on 6¼% bonds is due on 1st April 1925 and bond holders who were till now drawing interest at sub treasuries will be put to very great inconvenience if payment is suddenly refused and I am afraid the popularity of our loans will be injured. The Controller of the Currency may therefore be kindly requested by wire if possible, to continue the present procedure of payment at sub treasuries pending final orders of the Government of India.

Early action in the matter is requested.

T. Satyamurthy

Comptroller.

The Financial Secretary to the
Government of Mysore, Bangalore.

MSR 27/3

G.7.7.24.70. 2611

All communications should be addressed to the Secretary to the Resident in Mysore, Bangalore, by designation and not by name.

No. 2707 Enc. 200-1914.

From

Major K. A. G. Evans Gordon,

SECRETARY TO THE RESIDENT IN MYSORE.

To pay Receipt to credit Revenue 29/3/25

To

The Financial Secretary to the Government of His Highness the Maharaja of Mysore.

Dated Bangalore, 28th March *1925.*

Subject.

PAYMENT OF INTEREST ON MYSORE GOVERNMENT SECURITIES AT SUB TREASURIES IN BRITISH INDIA.

Sir,

I am directed to acknowledge the receipt of your letter No. Pol.808/G.F.7-24-67, dated the 24th March 1925.

2. I am to invite a reference to the correspondence ending with letter from this office No.1983, dated the 20th March 1915 and to request you to be so good as to state the circumstances under which a departure from the procedure sanctioned in 1915 arose.

I have the honour to be,

Sir,

Your most obedient servant,

K. Evans-Gordon.

Major.

SECRETARY TO THE RESIDENT.

BJ

Draft.

72

Pol 831 B 31/3/25-
G.F.7-14-72

To

The Secretary to the
Resident in Mysore,
BANGALORE.

S i r,

I am directed to acknowledge the receipt of your letter No.2707/200-1914 dated 28th March 1925 in regard to the payment, at British Indian Treasuries, of interest on Mysore Government securities. I am to invite reference to para 1 of my letter No. 1327 dated 9th June 1920 and para 2 of your letter No.6494 dated 29th July 1920 from which it will be seen that the existing practice is based upon the arrangement of reciprocity adopted when the Government of Mysore floated their 6½ per cent. loan.

I have, etc.,

Financial Secretary to Govt.

Q

V

I am also to add that the existing arrangement affords facilities to British Indian holders of Mysore Govt securities and it is desirable to deprive them of the convenience they have so far had.

9-77-24-114

No. 4864 Enc.

Pol. 1408

All communications should be addressed to the Secretary to the Resident in Mysore, Bangalore by designation and not by name.

From

Major K. A. G. Evans Gordon,
SECRETARY TO THE RESIDENT IN MYSORE.

& RES. 1. JUN. 1925 SECTION.

4872

To

The Financial Secretary to the Government of
His Highness the Maharaja of Mysore.

Dated Bangalore, 11th June *192* 5.

Subject.

PAYMENT OF INTEREST ON MYSORE GOVERNMENT SECURITIES AT SUB-TREASURIES IN BRITISH INDIA.

Sir,

I am directed to invite a reference to the correspondence ending with your letter No.Pol.831/G.F.7-24-72, dated the 31st March 1925, requesting that the Controller of Currency may be authorised not to discontinue the practice whereby payments of interest on Mysore Loan Bonds are made at Sub-Treasuries in British India.

2. The Government of India have given the matter their careful consideration and are unable to accede to the request of the Government of Mysore.

3. The Government of India add that the argument advanced by the Mysore Government that the arrangement can be justified on grounds of reciprocity is not understood since the Government of India have no Government Promissory notes enfaced for payment of interest in Sub-Treasuries in the Mysore State, nor have they ever asked for or desired such a concession.

I have the honour to be,
Sir,
Your most obedient servant,

K Evans-Gordon

Major,
SECRETARY TO THE RESIDENT.

No Pol 124 - 5 12/8/25
G.F.7.24-15

L 4872

Draft.

To

The Secretary to the Hon'ble
the Resident in Mysore,
Bangalore.

Sir,

I am directed to acknowledge the receipt of your letter No.4864 dated 11th June 1925 regarding the payment of interest on Mysore Government Securities at Sub-Treasuries in British India.

~~It is not clear how~~ It is stated in para 3 of this letter that " t h e Government of India have no Government Promissory Notes enfaced for payment of interest in Sub-Treasuries in the Mysore State." As a matter of fact, interest on the securities of the Govt. of India is being paid at the Taluk Treasuries in the State. This arrangement has obtained from a very long time and appears to have been adopted when the Administration of the State was under the British ~~Commission.~~ Govt. These securities are enfaced for payment of interest at the Taluk Treasuries in the State by the Officer in charge of the Hon'ble the Resident's Treasury, Bangalore. It will thus be seen that the statement made in para 3 of the letter under reference is not correct.

The Government of Mysore understand that the system of paying interest on ~~the~~

~~the~~ Government ~~of India~~ Bonds at Sub-Treasuries in British India is in force and it is not clear why it is now proposed to exclude from it the Securities of the Mysore Government held by persons in British India.

On the ground of reciprocity as also in view of the undesirability of disturbing the existing system of payment, at Sub-Treasuries of both Governments, of interest on their Securities, I am to request that the present procedure may be permitted to continue. As complaints are being ~~xxxxxxx~~ received from the British Indian holders of Securities of the Government of Mysore about the inconvenience caused by the withdrawal of the convenience hitherto enjoyed by them, I am to request the favour of issue of early instructions to the Controller of the Currency to withdraw the circular, which he appears to have issued, discontinuing the system which has so far been in force. under the terms of the said Treaty

I have etc.,

Dated 6/9/25

Financial Secretary to Govt.

4 to 8

41886 dated 12 8/25

Copy to Comptt for info

mark

11/8

2894
17.8.25

07678

G.7.7.24-117

OFFICE OF THE COMPTROLLER TO THE GOVERNMENT
OF HIS HIGHNESS THE MAHARAJA OF MYSORE,

No. S.L. 369. Mysore.

Bangalore, dated 13th August 1925

DIARY NO. 7 & 7

19 — 19
BANGALORE.
File No.
Serial No.

From

T. SATYARAJ CHETTY, Esq., B.A.,
Comptroller to the Government of
His Highness the Maharaja of Mysore.

To

Rajakaryaprasaktha
Diwan Bahadur M. N. Krishna Rao Esq., B.A.,
Financial Secretary to the
Government of Mysore, Bangalore.

15 AUG 1925 X

Sir,

In continuation of this office Unofficial Office Note No.232/S.L. dated 28th July 1925, I have the honor to forward herewith for information a copy of letter No. Dt.1828/226-24 dated 6th/7th August 1925 from the Controller of the Currency, the Treasury, Calcutta, in regard to the payment of interest on Mysore State Loan Bonds at Sub Treasuries in British India.

I have the honor to be,
Sir,
Your most obedient servant,

T. Satyaraj Chetty
Comptroller.

RB 13.8.25

P.T.O.

Letter No.Dt.1827/226-24 dated 6th/7th August 1925 from the Controller of the Currency, the Treasury, Calcutta, to ~~the~~ all Accountants General and the Comptroller, Assam.

I have the honor to invite a reference to this office endorsement No. Dt.2456 dated the 20th October 1924, regarding the payment of interest on Mysore State Loan Bonds at Sub-Treasuries in British India. It appears that a certain number of these Bonds already stand enfaced for payment of interest at Sub-treasuries in British India. In these cases on and after the 1st April 1926 interest will be paid from the Head Quarters treasury instead of from the Sub-treasury sub-ordinate to it. If there are any such Bonds enfaced on Sub-treasuries in your province instructions may now be issued accordingly to the Sub Treasury Officers concerned through the Treasury Officer. For this purpose they should direct the holders to have their Bonds re-enfaced on the District Treasury.

No. Dt.1828/226-24 dated 6th/7th August 1925.

Copy forwarded to the Comptroller, Mysore, for information in continuation of this office letter No. Dt.287/226-24 dated the 2nd February 1924.

(Sd.) H. Denning,
Controller of the Currency.

'C O P Y'

Superintendent, Records.
Comptroller's office.
13.8.25

SAM

14101

GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

C 72

In reply please refer to No. 790 SL

Q. 1241

Comptroller's Office, Bangalore,

Dated the 22nd Septr. *1925*.

G. F. 7-24-124.

Rajakaryaprasaktha
Dewan Bahadur M.N.Krishna Rao Esq., B.A.,
Secretary to the Government of Mysore,
Financial Department, Bangalore.

23 SEP 1925
SECTION

Sir,

In continuation of this office letter No.369/SL dated 13th August 1925, I have the honour to forward herewith for information and necessary action a copy of letter dated the 20th September 1925 received from Dewan Bahadur Mr.M.Krishnan Nair, Member of Legislative Council, Madras and Retired Dewan of Travancore, Palghat, Malabar District, in regard to the payment of interest on Mysore State Loan bonds at Sub Treasuries in British

British India and to request that orders of Govornment in the matter may be kindly communicated early.

I have the honor to be,
Sir,
Your most obedient servant,

Comptroller.

CV

Copy of letter dated 20th Septr 1925 from Dewan Bahadur Mr. M. Krishnan Nair, Member, Legislative Council Madras & Retired Dewan of Travancore, Palghat, Malabar District, to the Comptroller in Mysore, Bangalore.

=======

I give below a copy of a letter that I have received from the Sub Treasury Officer, Palghat.

" The Controller of Currency has withdrawn the concession of payment of interest of Mysore State Loan bonds at Sub Treasuries with effect from 1st April 1926. In the case of loans standing already enfaced for payment at Sub Treasuries interest should be paid on or after the 1st April 1926 only from the Head Quarter Treasury.

Instructions should be issued to the Sub Treasury Officers accordingly and the holders of the notes enfaced for payment of interest at a Sub Treasury should be directed to have their bonds re-enfaced on the District Treasury".

I purchased Mysore State Loan bonds for Rs 35,000/- on the understanding that the interest therein would be paid to me at Palghat where I am residing, by the Palghat Sub Treasury, and I have been receiving interest at Palghat till now. Now I am asked to have my bonds re-enfaced on the District Treasury and receive interest therefrom. Calicut whebe the District Treasury is located is about 85 miles from Palghat. To send the bonds to Calicut twice a year and receive interest there and bring it to Palghat would involve delay, inconvenience and expenditure. I would request you therefore to be good enough to enable me to continue drawing my interest from the Sub Treasury at Palghat.

Soliciting the favour of a reply and thanking you in anticipation.

" Copy "

Supdt: Comptroller's Office,
Records Section.

G.R..S VI G 34]

SUBJECT.....

.....

.....

Diary No. of letter replied to.....

General and Revenue Secretariat

( )

, *the* 192 .

Date of issue 9.10-25

Signed by Mr B.S.R

May this be

i Printed ?

ii treated as a standing order ?

iii published in the Gazette.
English Part ?

iv translated ?

v placed at the disposal of the press ?

vi published in the Gazette,
Kannada Part ?

Section G.F.

File No. 7-24.

Serial No. 125.

Proceedings of the Government of His Highness the Maharaja of Mysore.

H 1872/

Read—

To the Comptroller

Sir,

With reference to your letter
No 790-S.L. dated 22nd Sep
1925 forwarding for information
and necessary action copy of
letter dated 20-9-25 recd from
Dewan Bahadur Mr M Rau
Main Member of L.C Madras
Order Thereon No. and retired Dewan
of Travancore in regard to the
payment of interest on
mysore. S.L. bonds at Bri
treasuries in Br India
and requesting orders in

the matter, I am directed to request you ~~to be so good as~~ to inform Mr Dhubhan Nair that the matter is under correspondence with the Govt of India as the latter have proposed to discontinue the present practice

5781 Thanuelw

4/10

Jungleseg

List of enclosures.

Copied by

Examined by

WD 1583—GPR—1,000,00—21-12-31

19822

G.P.T-24-127.

OFFICE OF THE COMPTROLLER TO THE GOVERNMENT
OF HIS HIGHNESS THE MAHARAJA OF MYSORE,

No. 1314 SL 24.

Bangalore, dated 9th November *1925.*

From

D1835

T. SATYARAJ CHETTY, Esq., B.A.,
Comptroller to the Government of
His Highness the Maharaja of Mysore,
BANGALORE.

GENL. & REV. SECTT. Br. To 11. NOV. 1925 G. D. SECTION.

12 NOV 1925

Rajakaryaprasaktha
Dewan Bahadur M.N. Krishna Rao Esq., B.A.,
Secretary to the Government of Mysore,
Financial Department,
Bangalore.

Sir,

In continuation of this office letter No.369/SL dated 13th August 1925, I have the honor to forward herewith for information and necessary action a copy of letter dated 4th November 1925 received from Mr. T. Pritheve Raj Singh, P.O. Budhauli Bareilly District (United Provinces of Agra and Oudh) in regard to the payment of interest on Mysore State Loan bonds at Sub Treasuries in British India and to request that orders of Government may be kindly communicated early, since frequent applications are being received in the matter.

I have the honor to be,
Sir,
Your most obedient servant,

For Comptroller. (Absent from 2/3 Head Quarters)

CV

Letter dated 4th November 1925 from Mr. T. Pritheve Raj Singh, P.C. Budhauli, District Bareilly, United Provinces of Agra and Oudh, to the Superintendent, Government of Mysore, Debt Office, Bangalore.

I am the holder of 7 percent 1930 Government of Mysore bonds and have up till now drawn interest from Sub Treasury, Faridpur, District Bareilly U.P. of Agra. Of late I have been given to understand that the interest on such bonds will not be payable at Sub Treasuries and that the holders should get their bonds effaced for payment from Sadar Treasuries. I hope you will kindly elucidate the matter in question when these bonds came in market the British Government gave the understanding that such bonds will be dealt with by all British Government Treasuries with their branches but now they are receding which will create inconvenience to mofussil people and specially to women. Thid involuntary effacement will be another charge.

" Copy "

Superintendent, Comptroller's Office,
Public Debt Section.

CV — 213

APP. F. VI. Gl.]

SUBJECT.....

.....

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Diary No. of letter replied to.....

General and Revenue Secretariat
( )
the *192*

Date of issue 18.11.25

Signed by M.B.S.B

List of enclosures.

Copied by 17/11

Examined by.....

Section G.F.
File No. 7-24
Seria No. 1/28
No. FL 2741/

To .....the comptroller.....

Sir,

With reference to your letter No. S.L. 1314 dated 9.11.25 forwarding for information and necessary action copy of letter dated 4/11/25 from Mr T Prithi Raj Singh Bareilly Bl. in regard to the payment of interest on mysore S.L bonds at Sub Treasuries in Br. India and requesting early orders of Govt in the matter, I am directed to state that the question is still under correspondence

over

with the Govt of India, and

~~that orders thereon~~ and their final reply is awaited

I have etc

for Secy.

All communications should be addressed to the Secretary to the Resident in Mysore, Bangalore, by designation and not by name.

28297

No. 148 Enc.
200-1914

From

Major K. A. G. Evans Gordon,
Secretary to the Resident in Mysore.

To

The Financial Secretary to the
Government of Mysore.

Dated Bangalore, 7th January 1926.

Subject.

PAYMENT OF INTEREST ON MYSORE GOVERNMENT SECURITIES AT SUB-TREASURIES IN BRITISH INDIA.

Sir,

With reference to your letter No. Pol.129/G.F.7-24-115, dated the 12th August 1925, I am directed to state that the Government of India point out that the Government of India paper, interest on which is payable in Mysore, is ~~enfaced~~ enfaced on the Bangalore Treasury only, but that it is understood that payment of interest is made at District and Taluk treasuries in the Mysore State in the manner prescribed in article 38(c) of the Government Securities Manual. As this article applies only to payments at Sub-treasuries in British India, the procedure adopted is unauthorised and therefore irregular.

2. The Government of India state that on the ground of reciprocity therefore there is no reason why they should agree to allow the enfacement of Mysore Government paper at Sub-treasuries in British India, nor can they accept the contention that it is undesirable to disturb present arrangements since the Mysore Government have enfaced their securities on Sub-treasuries in British India in spite of the limitation of the concession to District Treasuries. The Government of India are not prepared to allow payment of interest on Mysore Securities at Sub-Treasuries in

British

British India and the payment of interest on Government of India securities at Mysore Taluk Treasuries will be discontinued from the next financial year, if the Mysore Government object to the present arrangement.

3. As payment of interest on Mysore Government securities will continue to be made at District treasuries in British India, holders of Government securities in Mysore should be allowed to draw interest from Mysore District Treasuries under the provisions of article 38(c) of the Government Securities Manual.

I have the honour to be,

Sir,

Your most obedient servant,

Major,

SECRETARY TO THE RESIDENT.

CJK.

DRAFT. G.F. 7-24-131.

To

The Comptroller to Government.

H 4016/
dated 20.1.26

S i r,

With reference to the correspondence ending with your letter No.1314 dated 9th November 1925 regarding the disbursement of interest on Mysore Govt. securities at Sub Treasuries in British India, I am directed to state that the Government of India have stated that they are not prepared to allow their Sub Treasuries to perform this work. You may, therefore, inform the British Indian holders of ~~the~~ Mysore Government securities who make representations on this subject, that it is not possible to comply with their request as the Government of India will not permit the arrangement.

I have, etc.,

12.1.26

Financial Secretary to Govt.